

MIKE KREIDLER
STATE INSURANCE COMMISSIONER

STATE OF WASHINGTON

Phone: (360) 725-7000

OFFICE OF
INSURANCE COMMISSIONER

In the Matter of
**INSURANCE CORPORATION OF
NEW YORK,**
An Authorized Insurer.

No. G 2005-08

ORDER REVOKING
CERTIFICATE OF AUTHORITY NO. 860

To: Alan Hunts, President
The Insurance Corporation of New York
1 Canterbury Green
Stamford, Connecticut 06901-2032

IT IS ORDERED and you are hereby notified that Certificate of Authority No. 860 issued to The Insurance Corporation of New York (ICNY) to act as an insurer is hereby revoked pursuant to RCW 48.05.130, 48.05.140, and 48.05.160 and WAC 284-16-310. This Order is effective immediately.

THIS ORDER IS BASED ON THE FOLLOWING:

Notice of intention to enter this order was mailed March 16, 2005.

The Insurance Commissioner of the State of Washington finds that ICNY is presently in such condition that its further transaction of insurance in this state would be hazardous to policyholders and the people in this state. Specifically, ICNY filed its annual statement as of December 31, 2004, reporting results of operations which evidence the following financially hazardous conditions: 10 unusual ratios established by the NAIC Insurance Regulatory Information System (WAC 284-16-310(2)); ICNY's affiliate, subsidiary, or reinsurer is insolvent (WAC 284-16-310(7)); and ICNY has experienced cash flow and/or liquidity problems (WAC 284-16-310(15)).

Certificate of Authority No. 860 issued to ICNY was last suspended on April 16, 2004 by Order No. G 2004-41. That order required ICNY to file a plan for correction of its financially hazardous condition. ICNY failed to file any plan and thereby violated Order No. G 2004-41, and such violation constitutes grounds for revocation.

The Insurance Commissioner of the State of Washington finds the sale, solicitation, renewal, or issuance of any new policies by ICNY would be hazardous to its policyholders, contractholders, creditors, and the public of this state.

This order does not relieve ICNY from any reporting, filing, or fee/tax payment required by Title 48 RCW.

Chapters 48.04 and 34.05 RCW provide ICNY the right to demand a hearing on this order.

ENTERED at Olympia, Washington this 28th day of March, 2005.

Michael G. Watson
Chief Deputy Insurance Commissioner

DECLARATION OF MAILING

I declare under penalty of perjury under the laws of the State of Washington that on the date listed below this order was duly served upon each company named in the order by depositing a copy of the order in the United States mail in an envelope with proper postage affixed correctly addressed to each company named in the order at the most recent address shown in the commissioner's records for such company.

Signed this 28th day of March, 2005, at Tumwater, Washington.

Susan Miller

Signature